

# Tax Year 1998

## INSTRUCTIONS FOR COMPLETION OF DECLARATION-VOUCHER

1. Fill out the worksheet to figure your estimated tax for 1998.
2. Enter one-fourth (1/4) of Line 8, of the worksheet, on amount of installment line of the voucher.
3. If requested on AR1000 the overpayment from last year will be credited to your estimated tax for this year. The overpayment will be credited to the primary social security number found on Form AR1000 or AR1000NR.
4. Make your check or money order payable to the Department of Finance and Administration and attach to the voucher.
5. Please enter your Social Security Number on your check or money order.

## FISCAL YEAR

If your return is on a fiscal year basis, change calendar year dates to correspond with the fifteenth (15th) day of the fifth (5th), sixth (6th), and ninth (9th) months of your fiscal year, and the first (1st) month of your succeeding fiscal year.

## EXTENSION PAYMENT - Due May 15th, 1998

Voucher #5 is included with #1, #2, #3 and #4 to be used for making payment with an extension for tax year 1998. A payment made with this voucher will not be included as an estimated payment for calculating underestimate penalty. It must be attached to a copy of a *Federal Extension Form 4868 or Arkansas Extension Form 1055*.

## WHO MUST FILE A DECLARATION OF ESTIMATED TAX

1. Every taxpayer subject to the Income Tax Act of 1987, as amended, shall make and file with the Department of Finance and Administration a declaration of the estimated tax for the income year if such taxpayer can reasonably expect their estimated tax to be more than two hundred fifty dollars (\$250.00).

Exception: Individuals whose income from farming for the income year can reasonably be expected to amount to at least two thirds (2/3) of the total income from all sources for the income year, may file such declaration and pay the estimated tax on or before the fifteenth (15th) day of the second (2nd) month after the close of the income year, or in lieu of filing any declaration, may file an income tax return and pay the full amount of tax on or before the fifteenth (15th) day of the third (3rd) month after the close of the income year.

## UNDERESTIMATE OF TAX

A taxpayer who makes a declaration of estimated tax for the income year shall estimate an amount not less than ninety percent (90%) of the amount actually due. Should a taxpayer fail to make an estimate on any quarterly due date equivalent to at least ninety percent (90%) of the final tax due, a penalty of ten (10%) shall be added and paid on the amount of underestimate. If the original amount of taxes paid during the tax year by withholding, **Timely filed** Estimated tax or a combination of both being the same as or more than the preceding tax year liability filed by the taxpayer, the penalty herein provided shall not be applicable whether a full year, part year or nonresident return was filed.

## WHEN TO FILE YOUR DECLARATION OF ESTIMATED TAX

1. Calendar year filers shall file their declaration of estimated tax on or before May 15 of the income year.
2. Fiscal year filers shall file their declaration of estimated tax on or before the fifteenth (15th) day of the fifth (5th) month on the income year with the subsequent payments being made on a quarterly installment basis.

## WHERE TO FILE YOUR DECLARATION OF ESTIMATED TAX

1. Mail your declaration of estimated tax and subsequent voucher payments to the following address.  
  
Department of Finance and Administration  
Income Tax Section  
P. O. Box 9941  
Little Rock, AR 72203-9941
2. Make checks or money orders payable to Department of Finance and Administration.

## HOW TO COMPUTE ESTIMATED TAX

1. For your convenience a worksheet is furnished on the reverse side of these instructions to aid you in computing your estimated tax for 1998. To properly complete the worksheet you must make an actual estimate of your income, deductions, and credits for 1998. You should consider all available facts that will affect these items during the year. It may be helpful to use last year's income and deductions as a starting point, making suitable adjustments for 1998.

## IMPORTANT NOTICE

If further instructions are needed, please contact:

1. Phone (501)682-1100, or
2. Come by our office, Room 218, Joel Y. Ledbetter Building, 7th and Wolfe, Little Rock, AR, or
3. Write us at P. O. Box 3628, Little Rock, AR 72203-3628.

## 1998 ESTIMATED TAX WORKSHEET (FOR YOUR RECORDS ONLY)

| PRIMARY |  | SPOUSE |  |
|---------|--|--------|--|
|         |  |        |  |
|         |  |        |  |
|         |  |        |  |
|         |  |        |  |

- Enter amount of adjusted Gross Income expected in 1998.....
- If you expect to itemize deductions, enter estimated total of those deductions.  
If you do not expect to itemize deductions, enter ten percent (.10) of Line 1 limited to \$1,000.  
(*\$500 per taxpayer if married filing separately on the same form or on separate forms.*) .....
- Line 1 less Line 2. (Net Taxable Income). ....
- Tax (*Compute tax on the amount found on Line 3 by using Tax Rate Schedule below.*) .....
- Total Tax. (*Add entries on Line 4.*) .....
- Tax Credits: Personal and dependent, blind, deaf, over 65, retarded child).  
(*See schedule below for a listing of dollar values for each credit.*) .....
- Estimated amount of income tax to be withheld during 1998 from salaries, wages, commissions, etc. ....
- Estimated Tax (*Line 5 less Lines 6 and 7*). Enter here.....  
If \$250.00 or more, file the Declaration Voucher.  
If less than \$250.00, no Declaration Voucher is required.  
If you first become liable to file a declaration on May 15, 1998:  
Enter on voucher one-fourth (1/4) of Line 8. (*Make four (4) installments.*)  
If you first become liable to file a declaration on June 15, 1998:  
Enter on voucher one-third (1/3) of Line 8. (*Make three (3) installments.*)  
If you first become liable to file a declaration on September 15, 1998:  
Enter on voucher one-half (1/2) of Line 8. (*Make two (2) installments.*)  
If you first become liable to file a declaration on January 15, 1999:  
Enter on voucher. (*Line 8 must be paid in full.*)

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### TAX CREDITS:


- |   |         |                                      |          |
|---|---------|--------------------------------------|----------|
| 1. Single and Married Filing Separate Forms .....   | \$20.00 | 4. Blind, Over 65 or 65 Special..... | \$20.00  |
| 2. Married Filing Joint Return, Head of Household, Married Filing Separately<br>on the Same Return, and Qualifying Widow(er) with Dependent Child ... | \$40.00 | 5. Deaf.....                         | \$20.00  |
| 3. Each Dependent.....  | \$20.00 | 6. Retarded Child.....               | \$500.00 |


### TAX RATE SCHEDULE


- A. If your NET TAXABLE INCOME is \$3,000.00 or less, your tax is one percent (1%) of your net taxable income. (Example: If your net taxable income is \$2,500.00, you tax is one percent (1%) of that amount (\$25.00).

| B. IF YOUR NET TAXABLE INCOME IS: |             |         |                    |            | IF YOUR NET TAXABLE INCOME IS: |             |          |                    |             |
|-----------------------------------|-------------|---------|--------------------|------------|--------------------------------|-------------|----------|--------------------|-------------|
| BUT NOT MORE THAN                 | YOUR TAX IS | PLUS %  | OF THE EXCESS OVER |            | BUT NOT MORE THAN              | YOUR TAX IS | PLUS %   | OF THE EXCESS OVER |             |
| \$3,000.01                        | \$4,000.00  | \$30.00 | 2.5                | \$3,000.00 | \$15,000.01                    | \$16,000.00 | 480.00   | 6                  | \$15,000.00 |
| 4,000.01                          | 5,000.00    | 55.00   | 2.5                | 4,000.00   | 16,000.01                      | 17,000.00   | 540.00   | 6                  | 16,000.00   |
| 5,000.01                          | 6,000.00    | 80.00   | 2.5                | 5,000.00   | 17,000.01                      | 18,000.00   | 600.00   | 6                  | 17,000.00   |
| 6,000.01                          | 7,000.00    | 105.00  | 3.5                | 6,000.00   | 18,000.01                      | 19,000.00   | 660.00   | 6                  | 18,000.00   |
| 7,000.01                          | 8,000.00    | 140.00  | 3.5                | 7,000.00   | 19,000.01                      | 20,000.00   | 720.00   | 6                  | 19,000.00   |
| 8,000.01                          | 9,000.00    | 175.00  | 3.5                | 8,000.00   | 20,000.01                      | 21,000.00   | 780.00   | 6                  | 20,000.00   |
| 9,000.01                          | 10,000.00   | 210.00  | 4.5                | 9,000.00   | 21,000.01                      | 22,000.00   | 840.00   | 6                  | 21,000.00   |
| 10,000.01                         | 11,000.00   | 255.00  | 4.5                | 10,000.00  | 22,000.01                      | 23,000.00   | 900.00   | 6                  | 22,000.00   |
| 11,000.01                         | 12,000.00   | 300.00  | 4.5                | 11,000.00  | 23,000.01                      | 24,000.00   | 960.00   | 6                  | 23,000.00   |
| 12,000.01                         | 13,000.00   | 345.00  | 4.5                | 12,000.00  | 24,000.01                      | 25,000.00   | 1,020.00 | 6                  | 24,000.00   |
| 13,000.01                         | 14,000.00   | 390.00  | 4.5                | 13,000.00  | 25,000.01                      |             | 1,080.00 | 7                  | 25,000.00   |
| 14,000.01                         | 15,000.00   | 435.00  | 4.5                | 14,000.00  |                                |             |          |                    |             |

| RECORD<br>ESTIMATED<br>TAX<br>PAYMENT | VOUCHER     | 1 | 2 | 3 | 4 | TOTAL |
|---------------------------------------|-------------|---|---|---|---|-------|
|                                       | DATE        |   |   |   |   |       |
|                                       | AMOUNT      |   |   |   |   |       |
|                                       | OVERPAYMENT |   |   |   |   |       |
|                                       | TOTAL DUE   |   |   |   |   |       |
|                                       | DATE PAID   |   |   |   |   |       |

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| <b>AR1000ES</b><br><br>State of Arkansas Individual Income Tax / P. O. Box 9941/ Little Rock, AR 72203-9941 |   | <i>Calendar Year due May 15</i><br><b>DECLARATION OF ESTIMATED TAX</b><br><b>Voucher for Individuals</b><br>Fiscal Year Ending: • _____<br><div style="text-align: right;">           May 15<br/> <span style="font-size: 2em; font-weight: bold;">1</span> </div> |  |
| PLEASE PRINT OR TYPE   | • Your Social Security Number   | • Spouse's Social Security Number <i>(If joint return)</i>   | Tax Year • 19 _____  |
|  | • First Name and Initial <i>(If joint, use first names and middle initials of both)</i> | • Last Name  | AMOUNT<br>OF THIS<br>INSTALLMENT: \$<br><div style="text-align: right;"> <span style="font-size: 1.5em;">•</span> <span style="border: 1px solid black; padding: 2px 10px;">1</span> • <span style="border: 1px solid black; padding: 2px 10px;"> </span> </div> |
|  | • Address <i>(Number and Street, Apartment Number or Rural Route)</i>                   |  |  |
|  | • City, State and Zip Code  |  |  |

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|--|---|--|--|
| <b>AR1000ES</b><br><br>State of Arkansas Individual Income Tax / P. O. Box 9941/ Little Rock, AR 72203-9941 |   | <i>Calendar Year due June 15</i><br><b>DECLARATION OF ESTIMATED TAX</b><br><b>Voucher for Individuals</b><br>Fiscal Year Ending: • _____<br><div style="text-align: right;">           June 15<br/> <span style="font-size: 2em; font-weight: bold;">2</span> </div> |  |
| PLEASE PRINT OR TYPE   | • Your Social Security Number   | • Spouse's Social Security Number <i>(If joint return)</i>   | Tax Year • 19 _____  |
|  | • First Name and Initial <i>(If joint, use first names and middle initials of both)</i> | • Last Name  | AMOUNT<br>OF THIS<br>INSTALLMENT: \$<br><div style="text-align: right;"> <span style="font-size: 1.5em;">•</span> <span style="border: 1px solid black; padding: 2px 10px;">2</span> • <span style="border: 1px solid black; padding: 2px 10px;"> </span> </div> |
|  | • Address <i>(Number and Street, Apartment Number or Rural Route)</i>                   |  |  |
|  | • City, State and Zip Code  |  |  |

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|--|---|--|--|
| <b>AR1000ES</b><br><br>State of Arkansas Individual Income Tax / P. O. Box 9941/ Little Rock, AR 72203-9941 |   | <i>Calendar Year due September 15</i><br><b>DECLARATION OF ESTIMATED TAX</b><br><b>Voucher for Individuals</b><br>Fiscal Year Ending: • _____<br><div style="text-align: right;">           Sept. 15<br/> <span style="font-size: 2em; font-weight: bold;">3</span> </div> |  |
| PLEASE PRINT OR TYPE   | • Your Social Security Number   | • Spouse's Social Security Number <i>(If joint return)</i>   | Tax Year • 19 _____  |
|  | • First Name and Initial <i>(If joint, use first names and middle initials of both)</i> | • Last Name  | AMOUNT<br>OF THIS<br>INSTALLMENT: \$<br><div style="text-align: right;"> <span style="font-size: 1.5em;">•</span> <span style="border: 1px solid black; padding: 2px 10px;">3</span> • <span style="border: 1px solid black; padding: 2px 10px;"> </span> </div> |
|  | • Address <i>(Number and Street, Apartment Number or Rural Route)</i>                   |  |  |
|  | • City, State and Zip Code  |  |  |

